## Before the Federal Communications Commission Washington, D.C. 20554

In the matter of	)	
LB Cable South Carolina LLC	)	
Operator of Cable Systems in:	)	
Bowman, South Carolina	)	File No.: EB-04-HS-021
Cameron, South Carolina	ĺ	
Clarendon, South Carolina	ĺ	
Ehrhardt, South Carolina	ĺ	
Holly Hill, South Carolina	ĺ	
Norway, South Carolina	ĺ	
Rowesville, South Carolina	ĺ	
Santee, South Carolina	ĺ	
Springfield, South Carolina	)	
St. George, South Carolina	)	
	ĺ	
Request for Waiver of Section 11.11(a) of the	ĺ	
Commission's rules	)	
	ODDED	

**ORDER** 

Adopted: July 6, 2004 Released: July 8, 2004

By the Director, Office of Homeland Security, Enforcement Bureau

- 1. In this *Order*, we grant LB Cable South Carolina LLS (LB South Carolina) temporary waivers of section 11.11(a) of the Federal Communications Commission's rules (Rules)<sup>1</sup> for the ten-above captioned cable television systems in South Carolina. Section 11.11(a) of the Rules requires cable systems serving fewer than 5,000 subscribers from a headend to either provide national level Emergency Alert System (EAS) messages on all programmed channels or install EAS equipment and provide a video interrupt and audio alert on all programmed channels and EAS audio and video messages on at least one programmed channel by October 1, 2002.<sup>2</sup>
- 2. The Cable Act of 1992 added new Section 624(g) to the Communications Act of 1934, as amended<sup>3</sup> and required that cable systems be capable of providing EAS alerts to their subscribers.<sup>4</sup> In

<sup>&</sup>lt;sup>1</sup> 47 C.F.R. § 11.11(a).

 $<sup>^{2}</sup>$  Id

<sup>&</sup>lt;sup>3</sup> The Communications Act of 1934 was amended by the Telecommunications Act of 1996. Pub. L. No. 104-104, 110 Stat. 56 (1996 Act).

<sup>&</sup>lt;sup>4</sup> Cable Television Consumer Protection and Competition Act of 1992, Pub. L. No. 102-385, § 16(b), 106 Stat. 1460, 1490 (1992). Section 624(g) provides that "each cable operator shall comply with such standards as the Commission shall prescribe to ensure that viewers of video programming on cable systems are afforded the same emergency information as is afforded by the emergency broadcasting system pursuant to Commission regulations ...." 47 U.S.C. § 544(g).

1994, the Commission adopted rules requiring cable systems to participate in EAS.<sup>5</sup> In 1997, the Commission amended the EAS rules to provide financial relief for small cable systems.<sup>6</sup> The Commission declined to exempt small cable systems from the EAS requirements entirely, concluding that such an exemption would be inconsistent with the statutory mandate of Section 624(g).<sup>7</sup> The amended rules extended the deadline for cable systems serving fewer than 10,000 subscribers to begin complying with the EAS rules to October 1, 2002, and provided cable systems serving fewer than 5,000 subscribers the option of either providing national level EAS messages on all programmed channels or installing EAS equipment and providing a video interrupt and audio alert on all programmed channels and EAS audio and video messages on at least one programmed channel.<sup>8</sup> In addition, the Commission stated that it would grant waivers of the EAS rules to small cable systems on a case-by-case basis upon a showing of financial hardship.<sup>9</sup>

- 3. On March 2, 2004, LB Cable South Carolina filed a request for temporary waivers of the EAS requirements for the recently acquired small cable systems in rural South Carolina, asserting that the cost of immediate installation of EAS equipment in the ten systems would cause financial hardship. LB South Carolina states that it acquired the ten systems in a bankruptcy sale on February 2, 2004, and therefore, has not had enough time to generate sufficient revenue to purchase and install EAS equipment at this time. Based on price quotes from EAS equipment manufacturers, LB South Carolina estimates that it would cost approximately \$100,000 to purchase and install the EAS equipment at the ten headends. LB South Carolina asserts that without the requested waivers, it may have to delay or cancel its upgrades and interconnections, which would delay or eliminate the delivery of advanced broadband services to over 3,100 rural subscribers. Finally, LB South Carolina contends that subscribers will continue to have ready access to national EAS information from other sources, including its cable system and over-the-air reception of broadcast television and radio stations.
- 4. Based on our review of the information submitted by LB South Carolina, we conclude that temporary waivers of section 11.11(a) of the Rules for the ten above-captioned cable systems, are warranted. In particular, we find that the estimated cost of \$100,000 to purchase and install EAS equipment at these recently acquired cable television systems could impose a financial hardship on LB South Carolina.
- 5. Accordingly, **IT IS ORDERED** that, pursuant to sections 0.111, 0204(b) and 0.311 of the rules, <sup>10</sup> LB Cable South Carolina LLC's request for temporary waivers of section 11.11(a) of the rules is **GRANTED** until October 1, 2005, for its ten above-captioned cable television systems in South Carolina. <sup>11</sup>
- 6. **IT IS FURTHER ORDERED** that LB Cable South Carolina LLC place a copy of this waiver in its system files.

<sup>&</sup>lt;sup>5</sup> Amendment of Part 73, Subpart G, of the Commission's Rules Regarding the Emergency Broadcast System, Report and Order and Further Notice of Proposed Rule Making, 10 FCC Rcd 1786 (1994), reconsideration granted in part, denied in part, 10 FCC Rcd 11494 (1995).

<sup>&</sup>lt;sup>6</sup> Amendment of Part 73, Subpart G, of the Commission's Rules Regarding the Emergency Broadcast System, Second Report and Order, 12 FCC Rcd 15503 (1997).

<sup>&</sup>lt;sup>7</sup> *Id.* at 15512-13.

<sup>&</sup>lt;sup>8</sup> *Id.* at 15516-15518.

<sup>&</sup>lt;sup>9</sup> *Id.* at 15513.

<sup>&</sup>lt;sup>10</sup> 47 C.F.R. §§ 0.111, 0.204(b) and 0.311.

<sup>&</sup>lt;sup>11</sup> We clarify that these waivers also encompass the EAS testing and monitoring requirements.

7. IT IS FURTHER ORDERED that a copy of this *Order* shall be sent by Certified Mail Return Receipt Requested to counsel for LB Cable South Carolina LLC, Christopher C. Cinnamon, Esq., Cinnamon Muller, 307 North Michigan Avenue, Suite 1020, Chicago, Illinois 60601.

FEDERAL COMMUNICATIONS COMMISSION

James A. Dailey Director, Office of Homeland Security Enforcement Bureau